



### 3. Audit Committee and Its Responsibility

Union has established Audit Committee under the Board of Directors. There are 8 meetings held. The Responsibilities of Audit Committee are as followings:

1. The adoption of or amendments to the internal control system pursuant to Article 14-1 of the Securities and Exchange Act.
2. Assessment of the effectiveness of the internal control system.
3. The adoption or amendment, pursuant to Article 36-1 of the Securities and Exchange Act, of the procedures for handling financial or business activities of a material nature, such as acquisition or disposal of assets, derivatives trading, loaning of funds to others, and endorsements or guarantees for others.
4. Matters in which a director is an interested party.
5. Asset transactions or derivatives trading of a material nature.
6. Loans of funds, endorsements, or provision of guarantees of a material nature.
7. The offering, issuance, or private placement of equity-type securities.
8. The hiring or dismissal of a certified public accountant, or their compensation.
9. The appointment or discharge of a financial, accounting, or internal audit officer.
10. Annual and semi-annual financial reports.
11. Other material matters as may be required by this Corporation or by the competent authority.



Union Insurance Company  
 Independence Analysis of Audit Committee

As at March 1, 2018

Title	Criteria Name	Independence Criteria									
		1	2	3	4	5	6	7	8	9	10
Member	Xie Tian-ren	V	V	V	V	V	V	V	V	V	V
Member	Guo Bing-shen	V	V	V	V	V	V	V	V	V	V
Member	Ma Yu-feng	V	V	V	V	V	V	V	V	V	V

Note: Please tick the corresponding boxes if directors or supervisors have been any of the following during the two years prior to being elected or during the term of office.

- Not an employee of the Company or any of its affiliates.
- Not a director or supervisor of the Company or any of its affiliates. The same does not apply, however, in cases where the person is an independent director of the Company, its parent company, or any subsidiary in which the Company holds, directly or indirectly, more the 50% of the voting shares.
- Not a natural-person shareholder who holds shares, together with those held by the person's spouse, minor children or held by the person under others' names, in an aggregate amount of 1% or more of the total number of outstanding shares of the Company or ranking in the top 10 in holdings.
- Not a spouse, relative within the second degree of kinship, or lineal relative within the fifth degree of kinship, of any of the persons in the preceding three subparagraphs.
- Not a director, supervisor, or employee of a corporate shareholder that directly holds 5% or more of the total number of outstanding shares of the Company or that holds shares ranking in the top five in holdings.
- Not a director, supervisor, officer, or shareholder holding 5% or more of the share, of a specified company or institution that has a financial or business relationship with the Company.
- Not a professional individual who, or an owner, partner, director, supervisor, or officer of a sole proprietorship, partnership, company, or institution that, provides commercial, legal, financial, accounting services or consultation to the Company or to any affiliate of the Company, or a spouse thereof.
- Not having a marital relationship, or a relative within the second degree of kinship to any other director of the Company.
- Not been a person of any conditions defined in Article 30 of the Company Law.
- Not a governmental, juridical person or its representative as defined in Article 27 of the Company Law.

Union Insurance Company  
 Meetings Held of Audit Committee

A total of 8 (A) meetings were held. The attendance of the member of Audit Committee are as follows:

Title	Name	Attendance in Person (B)	By Proxy	Attendance rate (%) (B/A)
Member (Convener)	Xie Tian-ren	8	0	100%
Member	Guo Bing-shen	8	0	100%
Member	Ma Yu-feng	8	0	100%